

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



**CORRECTED
FISCAL NOTE**

HB 2278 - SB 2234

April 21, 2009

SUMMARY OF BILL: Extends the expiration date of the Intermediate Care Facilities for the Mentally Retarded (ICF/MR) tax from July 15, 2009 to July 15, 2011.

ESTIMATED FISCAL IMPACT:

On March 28, 2009, we issued a fiscal note for this bill indicating an *other fiscal impact preventing the loss of \$12,300,000 in state revenue*. The summary of the original bill included an incorrect notation. The summary is being corrected, but the original fiscal impact remains the same.

(CORRECTED)

Other Fiscal Impact – Prevent the loss of \$12,300,000 in State Revenues

Revenue recognition of \$12,300,000 is included in the Governor's proposed FY09-10 budget.

Assumptions:

- Any increase or decrease in intermediate care facilities for the second year will lead to a corresponding increase or decrease in the amount collected.
- The FY07-08 ICF/MR gross receipts tax collections were \$12,049,200.
- The Governor's FY09-10 budget includes \$8,497,400 within the Division of Mental Retardation Services to pay the tax from the state developmental centers to the Department of Health.

HB 2278 - SB 2234 (CORRECTED)

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible, and "W." in the middle.

James W. White, Executive Director

/kml